



AURIANT MINING

Auriant Mining AB (publ)

Interim report for the period January – September 2015

Highlights:

- **Tardan gold production increased by 28% to 550 kg (17,671 oz), compared to 429 kg (13,779 oz) in 9 months 2014.**
- **Total 9 months gold production was 556 kg (17,864 oz), 25 % less than the comparable period last year (746 kg (23,984 oz)) due to the lack of alluvial production in 2015 (9 months 2014 alluvial production – 254 kg).**
- **Gold grades at Tardan were 2.50 g/t which is a significant increase compared to 9 months 2014 (1.56 g/t).**
- **The volume of ore mined at Tardan (367,000 tonnes) increased by 63% from 9 months 2014.**
- **Cash costs per ounce of gold produced decreased by 34% down to US\$ 855/oz in 9 months 2015 (\$1,302/oz in 9 months 2014).**
- **EBITDA for the period was positive at MSEK 57.3 (US\$ 6.8 m) compared to 9 months 2014 negative amount of MSEK -27.3 (US\$ -4.3 m).**
- **Consolidated gross profit significantly improved and was positive in 9 months 2015 at MSEK 25.7 (US\$ 2.9 m) compared to a loss in 9 months 2014 of MSEK -35.9 (US\$ -5.5 m).**
- **Consolidated operating profit in 9 months 2015 at MSEK 3.2 (US\$ 0.3 m) is on breakeven, compared to operating loss of same period of 2014 in amount of MSEK -63.6 (US\$ -9.7 m).**

Comments by the CFO

I'm pleased to present our interim financial statements for the 9 months of 2015.

Our performance significantly improved compared to previous period. We improved the quality of our ore reserves and reduced costs. In second half of 2015 we started to mine ore at Barsuchy deposit at Tardan. In 9 months 2015, ore grade at Tardan (our main production site) significantly increased to 2.50 g/t (9m 2014 - 1.56 g/t). The volume of ore mined at Tardan in 9m 2015 increased by 63%, compared to 9m 2014, up to 367,000 tonnes. Solcocon mine was temporary stopped for exploration works in the hard rock and alluvial deposits. Current interim results give us confidence of becoming profitable – our main target for the year.

All changes in financial results shown in per cent (%) relate to changes in US\$ amounts.

Income, financial results and financial position for the group

Income and financial results

The average realized gold price decreased by 8% from US\$ 1,279 in 9m 2014 to US\$ 1,172. Revenue from gold and gold equivalents decreased by MSEK -31.115 (US\$ -9.427 m), or 32%, compared to 9m 2014. The volume of gold sold decreased by 26% from 713 kg (22,923 oz) in 9m 2014 down to 528 kg (16,976 oz) in 9m 2015. This was mostly due to the fact that alluvial production, which gave us 32% of gold sales in 9m 2014, was put on hold in 2015 for sand stripping activities to be performed by our outsourced contractor Urumkan. Production at Tardan, our main hard rock gold producing asset, increased to 550 kg (17,671 oz) compared to 429 kg (13,779 oz) in 9m 2014.

| | 9m 2015 | 9m 2014 | Change | Change % |
|--------------------------------------|---------------|---------------|------------|-----------|
| Revenue from sale of Hard rock gold | 19,914 | 20,035 | (121) | -1% |
| Revenue from sale of alluvial gold | - | 9,306 | (9,306) | -100% |
| Alluvial gold costs | - | (7,011) | 7,011 | -100% |
| Revenue from management services | 2,700 | - | 2,700 | 100% |
| Revenue net of alluvial costs | 22,614 | 22,330 | 284 | 1% |

In 2015 Auriant manages five gold properties located in Russia's Chukotka region, including Valunisty - a producing gold mine (these properties belong to Aristus Holdings Ltd.). The Company earned a total management fee of MSEK 23.0 (US\$ 2.7 m) as a result of the successful fulfillment of set KPIs. Revenue from management services earned in 9m 2015 compensated for the absence of net margin from alluvial production MSEK 22.6 (US\$ 2.3 m) in 9m 2014.

Cost of sales (less the cost of alluvial gold) decreased in 9m 2015 by 29% as compared to the previous year. That resulted the decrease of cash costs per ounce of gold produced from 1,302/oz in 9m 2014 down to US\$ 855/oz in 9m 2015.

General and administrative expenses are represented by expenses of the company's headquarters and these expenses decreased by MSEK 2.766 (US\$ 1.161 m), or 30%, as compared to 9 months 2014.

Other operating income in both periods primarily consisted of services to external parties, mainly our contractors. Also in 2015 the Company rented out Solcocon's mining equipment to cover its costs. Rental revenue is included in other operating income.

Other operating expenses decreased by MSEK 1.587 (US\$ 0.396 m) or 39%. In prior period there was a one off expense related to liquidation of a subsidiary LLC "Gold Borzya".

Financial income in current period represents foreign exchange gain. In 9m 2014 there was a forex loss and amounted to MSEK -17.208 (US\$ -2.424 m).

Financial expenses were represented by interest expenses.

The interest expense for the reporting period decreased by 27% and amounted to MSEK -46.761 (US\$ -5.560 m) as compared to MSEK -50.747 (US\$ -7.573 m) for the respective period of 2014. Interest expenses reduced mainly as a result of the shareholder's bond interest rate reduction from effective 13.6% in 9m 2014 to 4.3% in 9m 2015 (the bond carries an interest rate of 2% p. a. since March 2015). That was partially offset by increase of bank loan interest expenses mainly as result of additional financing received.

Since the Company incurred taxable losses the income tax gain in both periods related to a change in deferred taxation at the subsidiary level and represents tax loss carry-forwards.

The net result after tax for 9 months 2015 is MSEK -41.173 (US\$ -4.936 m) as compared to MSEK -95.722 (US\$ -14.259 m) in previous period. Earnings per share before and after dilution for the period were equal to SEK -2.31 (US\$ -0.28) compared to 9 months 2014 of SEK -5.38 (US\$ -0.80).

Financial position

In May 2015 the Company agreed with the majority Shareholder to reduce the interest rate on the Shareholder's bond from 10% p.a. to 2% p.a. These changes are effective from 1 March 2015. In exchange, the majority Shareholder has been offered an option to redeem US\$ 20 m of the outstanding bond amount in the form of cash or new shares, or a combination of both. The conversion date is at the discretion of the Shareholder until December 31, 2018. In accordance with International Finance Reporting Standards, part of the debt to the Shareholder in amount of MSEK 35.156 (US\$ 4.265 m) was accounted for as additional paid in capital and therefore long term liabilities in the consolidated statement decreased as of September 30, 2015 by this amount.

Following the decision of the Company's Annual General Meeting in May 2015, in Q3 2015 the Company registered a reduction of share capital in Parent Company by MSEK 198.274 (US\$ 30.431 m). The reduction was effected without retirement of shares. Funds of US\$ 30.431 m were transferred from Share capital line to additional paid in capital line in the consolidated statement of financial position.

The Group's net assets are negative at the end of the reporting period due to continuing net losses and pressure on gold prices. However, the Parent Company carries positive net assets and we believe that there is still no indication of impairment. The Company possesses sufficient gold reserves, and plans to decrease costs of sales as production grows and to return to profitability, even in the current low gold price environment. At the year end December 31, 2015 impairment tests will be performed on the Group level to ensure that the Company's assets are evaluated at fair value and appropriate impairment provision will be created, if any indication of impairment exist.

During the reporting period almost all operating activities were financed via receipts from customers, VAT reimbursements and loans. During the period the Company raised a short term loans financing in amount of US\$ 2.5 m. Gold production depends on seasonality and cash liquidity deficiency (if any) is covered by short term loans and borrowings. As of 30 September 2015 total bank debt was equal to MSEK 395 (US\$ 47 m). The consolidated cash balance as of 30 September 2015 was MSEK 1.397 (US\$ 0.168 m) (31 December 2014 - MSEK 4.711 (US\$ 0.603 m)).

Sergey Ustimenko
Chief Financial Officer

Other financial information

The Company's functional currency is US dollar. The average exchange rates used in this report are US\$/SEK 8.3365, 8.4212 and 8.4789 for Q1 2015, Q2 2015 and Q3 2015 respectively. Exchange rate of US\$/SEK 8.3882 was used for the statement of financial position as of September 30, 2015. For H1 2014 and Q3 2014 accounts US\$/SEK 6.5966 and 6.9448 was used for P&L respectively and US\$/SEK 7.2383 for the statement of financial position was used.

Segment information

The company accounts for segments in accordance with IFRS 8. At present the company only considers that it has one segment as only one product, gold, is produced and all operations are performed in one economic environment, Russia.

Transactions with related parties

The debt to Golden Impala, related party to the main shareholder, as of September 30, 2015 is MSEK 374.228 (US\$ 44.687 m). Part of the debt in amount of MSEK 35.156 (US\$ 4.265 m) was accounted for as additional paid in capital in the statement of financial position.

The loan liability to Mr. Preston Haskell as of September 30, 2015 is MSEK 45.608 (US\$ 5.437 m).

Accrued interest expenses for transactions with related parties in 9m 2015 amounted to MSEK -13.121 (US\$ -1.564 m).

Employees

The group had on average 544 employees during reporting period. As of 30 September 2015 the number of employees in the group was 564 (789 as of December 31, 2014).

Capital Structure

The number of issued shares at the end of the reporting period amounted to 17,802,429. The limits of the share capital are a minimum of MSEK 2.0 and a maximum of MSEK 8.0 and the quota value of each share is SEK 0.1125 (US\$ 0.0130). Each share carries one vote.

The parent company

The parent company is a holding company without significant operations. It supports the subsidiaries with financing, investor relations, strategy formulation, etc. Thus it usually has no income other than interest on loans extended to the subsidiaries from time to time or in respect of bank deposits.

Income and result of the parent company

The operating loss for 9 months 2015 was MSEK -5.855 (US\$ -0.695 m) compared to 9 months 2014 in amount of MSEK -5.522 (US\$ -0.828 m).

Net financial items for 9 months 2015 amounted to MSEK -21.439 (US\$ -2.549 m) (9 months 2014 MSEK -48.795) (US\$ -7.317 m)) and include interest expense related to the Golden Impala

bond in amount of MSEK -10.185 (US\$ -1.211 m) and interest expense in the amount of MSEK -2.936 (US\$ -0.353 m) from short term loan received from Mr. Preston Haskell; forex loss in the amount of MSEK -24.489 as Golden Impala bond is denominated in US\$. These were compensated by intragroup loan interest income in amount of MSEK 16.171 (US\$ 1.922 m).

Interest expenses related to Golden Impala for the reporting period decreased by 64% and amounted to MSEK -10.185 (US\$ -1.211 m) as compared to MSEK -28.654 (US\$ -4.297 m) for the respective period of 2014. Interest expenses reduced mainly as result of shareholder's bond interest rate reduction from effective 13.6% in 9 months 2014 to 4.3% in 9 months 2015 (the bond carries an interest rate of 2% p. a. since March 2015).

Net result for 9 months 2015 amounted to MSEK -27.294 (US\$ -3.244 m) compared to 9 months 2014 in amount of MSEK -54.317 (US\$ -8.145 m).

Financial position of the parent company

Total cash balance in the Parent Company was MSEK 0.242 (US\$ 0.029) as of 30 September 2015 (31 December 2014 MSEK 0.705 (US\$ 0.09 m)).

Decrease in long-term liabilities compared to 31 December 2014 is caused by reclassification the part of the debt to the Shareholder in amount of MSEK 35.156 (US\$ 4.265 m) in share premium reserve in Equity in accordance with bond option agreement with the Shareholder, approved by AGM 2015. These were compensated by interest accrued in the amount of MSEK 10.185 (US\$ 1.211 m) and forex losses in the amount MSEK 24.515.

In April 2015 the Company received a new loan from the Shareholder Mr. Preston Haskell in the amount MSEK 8.550 (US\$ 1.000 m). Accrued interest during the period was MSEK 2.936 (US\$ 0.353 m) and forex losses due to SEK devaluation against US\$ in amount MSEK 2.184.

Accounting principles and basis of preparation

The consolidated accounts for Auriant Mining AB have been prepared in accordance with International Financial Reporting Standards (IFRS) as described on page 62 in the annual report for financial year 2014. The evaluations and estimations made by the board of directors and management in preparing the interim report are described on page 71 in the annual report for 2014.

This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting and in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 1, Supplementary accounting regulations for groups. The parent company accounts are prepared in accordance with the Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2, Accounting for legal entities. The accounting policies for the parent are the same as for the group with the exceptions described in the annual report 2014.

The same accounting principles are applied in this interim report as in the annual report 2014.

Restatement

In accordance with changes in accounting policy of the Parent Company as a result of the application of the Swedish regulation RFR 2 regarding warrants and options issued in favor of Company's Board of Directors and employees, the financial statements of the Parent Company for 9 months 2014 was restated. Adjustments to comparative figures are disclosed below.

Effect of restatement on the Parent Company Statement of Financial position in SEK is as follows:

| | Before restatement September 30, 2014 | Effect of recognition options and warrants | After restatement September 30, 2014 |
|-------------------------------------|---|---|--|
| ASSETS | TSEK | TSEK | TSEK |
| FIXED ASSETS | | | |
| Intangible fixed assets | | | |
| Tangible fixed assets | | | |
| Financial fixed assets | 550,584 | 7,002 | 557,586 |
| Total fixed assets | 550,584 | 7,002 | 557,586 |
| CURRENT ASSETS | | | |
| Current receivables | 299 | | 299 |
| Cash and bank | 2,647 | | 2,647 |
| Total current assets | 2,946 | - | 2,946 |
| TOTAL ASSETS | 553,530 | 7,002 | 560,532 |
| EQUITY AND LIABILITIES | | | |
| Total equity | 166,302 | 7,002 | 173,304 |
| Long term liabilities | 366,974 | | 366,974 |
| Current liabilities | 20,254 | | 20,254 |
| TOTAL EQUITY AND LIABILITIES | 553,530 | 7,002 | 560,532 |

The effect of restatement on the Parent Company Statement of Financial Position in US\$ is as follows:

| | Before restatement September 30, | Effect of recognition options and warrants | After restatement September 30, |
|-------------------------------------|---|---|--|
| | 2014 | | 2014 |
| ASSETS | US\$ 000 | US\$ 000 | US\$ 000 |
| FIXED ASSETS | | | |
| Intangible fixed assets | | | |
| Tangible fixed assets | | | |
| Financial fixed assets | 76,065 | 1,060 | 77,125 |
| Total fixed assets | 76,065 | 1,060 | 77,125 |
| CURRENT ASSETS | | | |
| Current receivables | 41 | | 41 |
| Cash and bank | 366 | | 366 |
| Total current assets | 407 | - | 407 |
| TOTAL ASSETS | 76,472 | 1,060 | 77,532 |
| EQUITY AND LIABILITIES | | | |
| Total equity | 22,975 | 1,060 | 24,035 |
| Long term liabilities | 50,699 | | 50,699 |
| Current liabilities | 2,798 | | 2,798 |
| TOTAL EQUITY AND LIABILITIES | 76,472 | 1,060 | 77,532 |

Risks and uncertainties associated with this interim report

The group's risk exposure is presented on page 93 of the 2014 annual report. The Board of Directors believes that the most important risk factors for the time being are:

- 1) *Gold price risk:* The fluctuations of the international gold price directly influence the revenues of a gold producing company.
- 2) *Currency risk:* Auriant Mining operations and reporting is influenced by the gold price which is quoted in US\$, whereas production costs are in RUB, and reporting in SEK. Fluctuations in exchange rates could have a major impact on both local operational results and the SEK reported results.
- 3) *Political risks:* Auriant Mining currently operates only in Russia. Being a young democracy Russia does not have a stable political situation as in the more established democracies of Western Europe.
- 4) *Inflation risk:* The Russian economy has been subject to significant inflation pressure during the last few years. This directly impacts on the production costs in a gold mining company.
- 5) *Geological risk:* The recoverable gold reserves of a gold exploration and production company are influenced by geological and economic factors. The estimation of reserves is therefore at all times dependent on the international gold price, costs associated with the

extraction of the gold, etc. Therefore the estimated gold reserves of any gold company may change at any point in time.

- 6) *Financial and project risk:* Auriant Mining AB is a gold mining company and is involved in production of gold as well as exploration. The company is still dependent on external financing for the development of its business. If the availability of external financing were to be reduced it would negatively influence the future outlook of the company. The currently poor sentiments on global capital markets must be taken in to account.
- 7) *Legal risks:* Auriant Mining operates in a complicated and challenging legal environment in Russia. Further, Russian tax legislation is subject to varying interpretations and frequent changes. Changes in the interpretations of tax legislation and in the legal environment may have significant impact on the company.

Operational update

Highlights

- **Tardan** gold production **increased by 28%** to 550 kg (17,671 oz), compared to 429 kg (13,779 oz) in 9 months 2014.
- **Tardan** gravitational plant was re-commissioned in July and produced 40 kg of gold (1,290 oz).
- The volume of **ore mined** at Tardan (367,000 tonnes) **increased by 63%** compared to 9 months 2014.
- **Gold grades** at Tardan were 2.50 g/t, which was a 60% increase on that achieved in 9 months 2014 (1.56 g/t).
- Total 9 months gold production was **556 kg** (17,864 oz), 25 % less than the comparable period last year (746 kg (23,984 oz)) due to the lack of alluvial production in 2015 (9 months 2014 alluvial production – 254 kg).

Production

| Production unit | License area | 9m 2015 | | 9m 2014 | |
|----------------------------|-----------------|--------------|---------------|--------------|---------------|
| | | kg | oz | kg | oz |
| Hard rock | | | | | |
| Tardan (gravitational) | Tardan | 40.1 | 1,290 | 0.0 | 0 |
| Tardan (heap leach) | Tardan | 509.5 | 16,381 | 428.6 | 13,779 |
| Solcocon | Staroverenskaya | 6.0 | 193 | 63.9 | 2,054 |
| Total | | 555.6 | 17,864 | 492.5 | 15,833 |
| Alluvial | | | | | |
| Borzya | | 0.0 | 0 | 253.6 | 8,153 |
| Total gold produced | | 555.6 | 17,864 | 746.1 | 23,984 |

«We have successfully re-commissioned the gravitational plant, and started mining ore at the Barsuchy deposit at Tardan. Also, limited exploration work has been carried out in the Greater

Tardan area; the results expected to be announced in Q4 2015. Operations at Tardan have reached full capacity and we are achieving increased gold grades and higher volumes of ore mined. This gives us grounds for confidence of achieving production of 1ton at Tardan next year.

The Kara-Beldyr new reserves report and economic assessment have been submitted to GKZ and we already have received initial comments back. We continue to work on this are expecting final approval in Q1 2016.

Production KPI's of the Chukotka assets are in line with plan» Denis Alexandrov, CEO Auriant Mining said, commenting on the 9 month 2015 results.

Tardan

| | | 9m 2015 | 9m 2014 |
|----------------------|--------------------|--------------|--------------|
| Mining | | | |
| Waste stripping | 000 m ³ | 2 150 | 2 395 |
| Ore mined | 000 tonnes | 367 | 225 |
| Average grade | g/t | 2.50 | 1.56 |
| Gravitation | | | |
| Throughput | 000 tonnes | 30 | 0 |
| Average grade | g/t | 4.87 | 0 |
| Recovery | % | 28% | 0 |
| Gold produced | kg | 40.1 | 0 |
| Heap leach | | | |
| Crushing | | | |
| Ore | 000 tonnes | 320 | 226 |
| Grade | g/t | 2.37 | 1.51 |
| Stacking | | | |
| Ore | 000 tonnes | 320 | 226 |
| Grade | g/t | 2.37 | 1.51 |
| Tailings | 000 tonnes | 52 | 80 |
| Grade | g/t | 2.94 | 2.64 |
| Gold produced | kg | 509.5 | 428.6 |
| Total | kg | 549.6 | 428.6 |
| Warehouse | | | |
| Ore | 000 tonnes | 45 | 12 |
| Grade | g/t | 1.83 | 2.33 |
| Tailings | 000 tonnes | 7 | 5 |
| Grade | g/t | 2.22 | 2.37 |

Financial reports

CONSOLIDATED INCOME STATEMENT

| | Q3 | | 9 months | | 12 months | | Q3 | | 9 months | | 12 months | |
|--|---------------|-----------------|-----------------|------------------|------------------|--------------|----------------|----------------|-----------------|-----------------|--------------|--|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Sep 2014 | Jan-Dec 2014 | |
| | TSEK | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | |
| Revenue | 104,293 | 110,224 | 190,922 | 199,080 | 297,481 | 12,301 | 15,871 | 22,614 | 29,341 | 42,627 | | |
| Cost of sales | (80,983) | (99,102) | (165,208) | (235,021) | (336,598) | (9,594) | (14,265) | (19,676) | (34,869) | (48,752) | | |
| Gross profit | 23,310 | 11,122 | 25,714 | (35,941) | (39,117) | 2,707 | 1,606 | 2,938 | (5,528) | (6,125) | | |
| General and administrative expenses | (6,903) | (7,585) | (23,091) | (25,857) | (34,080) | (795) | (1,092) | (2,705) | (3,866) | (4,976) | | |
| Other operating income | 2,421 | 2,328 | 5,771 | 5,040 | 5,195 | 286 | 336 | 684 | 747 | 769 | | |
| Other operating expenses | (2,844) | (2,271) | (5,226) | (6,813) | (6,339) | (334) | (327) | (620) | (1,016) | (919) | | |
| Operating profit/(loss) | 15,984 | 3,594 | 3,168 | (63,571) | (74,341) | 1,864 | 522 | 297 | (9,663) | (11,251) | | |
| Financial income | - | - | 1,294 | 2 | - | - | - | 198 | - | - | | |
| Financial expenses | (16,888) | (34,688) | (46,761) | (67,957) | (120,438) | (1,973) | (4,959) | (5,560) | (9,997) | (15,011) | | |
| Profit/(Loss) before income tax | (904) | (31,094) | (42,299) | (131,526) | (194,779) | (109) | (4,437) | (5,065) | (19,660) | (26,262) | | |
| Income tax | 8,692 | 15,385 | 1,126 | 35,804 | 66,114 | 1,024 | 2,308 | 129 | 5,401 | 9,671 | | |
| Net profit/(loss) for the period | 7,788 | (15,709) | (41,173) | (95,722) | (128,665) | 915 | (2,128) | (4,936) | (14,259) | (16,591) | | |
| Whereof attributable to: | | | | | | | | | | | | |
| The owners of the parent company | 7,788 | (15,709) | (41,173) | (95,722) | (128,665) | 915 | (2,128) | (4,936) | (14,259) | (16,591) | | |
| Earnings per share before dilution (SEK, US\$) | 0.44 | (0.88) | (2.31) | (5.38) | (7.23) | 0.05 | (0.12) | (0.28) | (0.80) | (0.93) | | |
| Earnings per share after dilution (SEK, US\$) | 0.44 | (0.88) | (2.31) | (5.38) | (7.23) | 0.05 | (0.12) | (0.28) | (0.80) | (0.93) | | |
| Number of shares issued at period end | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | | |
| Average number of shares for the period | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | 17,802,429 | | |
| Average number of shares for the period after dilution | 18,667,480 | 18,923,755 | 18,667,480 | 18,923,755 | 18,667,480 | 18,667,480 | 18,923,755 | 18,667,480 | 18,923,755 | 18,667,480 | | |

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Q3 | | 9 months | | 12 months | | Q3 | | 9 months | | 12 months | |
|--|-----------------|-----------------|-----------------|------------------|------------------|----------------|----------------|----------------|-----------------|-----------------|--------------|--|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Sep 2014 | Jan-Dec 2014 | |
| | TSEK | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | |
| Net profit/loss for the period | 7,788 | (15,709) | (41,173) | (95,722) | (128,665) | 915 | (2,128) | (4,936) | (14,259) | (16,591) | | |
| Other comprehensive income | | | | | | | | | | | | |
| Translation difference | (28,250) | (10,786) | (44,119) | (13,387) | (37,840) | (2,827) | - | (3,068) | - | (3,055) | | |
| Total comprehensive income for the period | (20,462) | (26,495) | (85,292) | (109,109) | (166,505) | (1,912) | (2,128) | (8,004) | (14,259) | (19,646) | | |

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | September 30, 2015 | September 30, 2014 | December 31, 2014 | September 30, 2015 | September 30, 2014 | December 31, 2014 |
|-------------------------------------|-----------------------|-----------------------|----------------------|-----------------------|-----------------------|----------------------|
| | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 |
| ASSETS | | | | | | |
| FIXED ASSETS | | | | | | |
| Intangible fixed assets | 241,739 | 176,659 | 242,165 | 32,538 | 25,843 | 33,928 |
| Tangible fixed assets | 252,516 | 258,617 | 268,593 | 29,805 | 35,518 | 34,162 |
| Stripping assets | 22,860 | - | 24,936 | 2,725 | - | 3,192 |
| Financial fixed assets | 72,582 | 98,919 | 80,441 | 8,653 | 13,701 | 10,298 |
| Total fixed assets | 589,697 | 534,195 | 616,135 | 73,721 | 75,062 | 81,580 |
| CURRENT ASSETS | | | | | | |
| Materials | 8,706 | 14,054 | 10,430 | 1,038 | 1,942 | 1,335 |
| Work in progress | 45,814 | 45,461 | 27,028 | 5,462 | 6,281 | 3,460 |
| Finished products | 4,425 | 3,791 | 321 | 527 | 524 | 41 |
| Stripping asset | - | 36,623 | - | - | 5,060 | - |
| Current receivables | 41,918 | 44,151 | 31,347 | 4,992 | 6,100 | 4,013 |
| Advanced paid | 3,524 | 6,138 | 5,285 | 420 | 848 | 677 |
| Cash and cash equivalents | 1,397 | 18,534 | 4,711 | 168 | 2,561 | 603 |
| Total current assets | 105,784 | 168,752 | 79,122 | 12,607 | 23,316 | 10,129 |
| TOTAL ASSETS | 695,481 | 702,947 | 695,257 | 86,328 | 98,378 | 91,709 |
| Share capital | 2,003 | 200,277 | 200,277 | 307 | 30,738 | 30,738 |
| Additional paid in capital | 397,278 | 162,821 | 162,982 | 59,796 | 24,975 | 24,997 |
| Retained earnings | (469,754) | (395,638) | (428,581) | (67,529) | (60,261) | (62,593) |
| Translation difference reserve | (135,065) | (66,493) | (90,946) | (14,288) | (8,165) | (11,220) |
| Total equity | (205,538) | (99,033) | (156,268) | (21,714) | (12,713) | (18,078) |
| Long term liabilities | | | | | | |
| Deferred tax | 15,286 | 18,380 | 17,530 | 2,453 | 2,833 | 2,719 |
| Loans and notes payable | 169,778 | 128,990 | 133,531 | 20,241 | 17,821 | 17,094 |
| Lease payable | 8,015 | 20,248 | 13,757 | 956 | 2,797 | 1,761 |
| Debt to shareholder | 339,072 | 306,808 | 339,528 | 40,422 | 42,387 | 43,464 |
| Other long-term liabilities | 51,108 | 8,683 | 44,950 | 6,094 | 1,200 | 6,060 |
| Total long term liabilities | 583,259 | 483,109 | 549,296 | 70,166 | 67,038 | 71,098 |
| Current liabilities | | | | | | |
| Trade accounts payable | 14,649 | 49,457 | 17,744 | 1,745 | 6,833 | 2,271 |
| Bank loans payable | 227,594 | 200,442 | 220,728 | 27,133 | 27,692 | 28,256 |
| Lease payable | 7,013 | 10,146 | 5,886 | 836 | 1,402 | 753 |
| Shareholder loans payable | 45,608 | 18,121 | 31,938 | 5,437 | 2,503 | 4,088 |
| Other current liabilities | 22,896 | 40,705 | 25,933 | 2,725 | 5,623 | 3,321 |
| Total current liabilities | 317,760 | 318,871 | 302,229 | 37,876 | 44,053 | 38,689 |
| TOTAL EQUITY AND LIABILITIES | 695,481 | 702,947 | 695,257 | 86,328 | 98,378 | 91,709 |
| PLEGGED ASSETS* | - | - | - | - | - | - |
| CONTINGENT LIABILITIES | - | - | - | - | - | - |

*100% shares of all production companies are pledged under the loan agreements with Promsvyazbank. Amount of pledged assets as of September 30, 2015 is zero due to the fact that net assets of production companies are negative.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| All amounts in TSEK | Attributable to the shareholders of the parent company | | | | Total equity |
|---|--|----------------------------|--------------------------------|-------------------|------------------|
| | Share capital | Additional paid in capital | Translation difference reserve | Retained earnings | |
| Equity as at December 31, 2013 | 200,277 | 160,204 | (53,106) | (299,916) | 7,459 |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (95,722) | (95,722) |
| Warrants and options issue | | 2,617 | | | 2,617 |
| Translation difference | | | (13,387) | | (13,387) |
| Total comprehensive income for the period | - | 2,617 | (13,387) | (95,722) | (106,492) |
| Including transactions with owners, recognised directly in equity | | 1,349 | | | 1,349 |
| Equity as at September 30, 2014 | 200,277 | 162,821 | (66,493) | (395,638) | (99,033) |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (32,943) | (32,943) |
| Warrants and options issue | | 161 | | | 161 |
| Translation difference | | | (24,453) | | (24,453) |
| Total comprehensive income for the period | - | 161 | (24,453) | (32,943) | (57,235) |
| Including transactions with owners, recognised directly in equity | | 140 | | | 140 |
| Equity as at December 31, 2014 | 200,277 | 162,982 | (90,946) | (428,581) | (156,268) |
| Transactions with shareholders | | | | | |
| Reduction in share capital | (198,274) | 198,274 | | | - |
| Total Transactions with shareholders for the period | (198,274) | 198,274 | | | - |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (41,173) | (41,173) |
| Convertible part of bond | | 35,156 | | | 35,156 |
| Warrants and options issue | | 866 | | | 866 |
| Translation difference | | | (44,119) | | (44,119) |
| Total comprehensive income for the period | - | 36,022 | (44,119) | (41,173) | (49,270) |
| Including transactions with owners, recognised directly in equity | | 438 | | | 438 |
| Equity as at September 30, 2015 | 2,003 | 397,278 | (135,065) | (469,754) | (205,538) |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| All amounts in US\$'000 | Attributable to the shareholders of the parent company | | | | Total equity |
|---|--|----------------------------|--------------------------------|-------------------|-----------------|
| | Share capital | Additional paid in capital | Translation difference reserve | Retained earnings | |
| Equity as at December 31, 2013 | 30,738 | 24,575 | (8,165) | (46,002) | 1,146 |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (14,259) | (14,259) |
| Warrants and options issue | | 400 | | | 400 |
| Translation difference | | | - | | - |
| Total comprehensive income for the period | - | 400 | - | (14,259) | (13,859) |
| Including transactions with owners, recognised directly in equity | | 206 | | | 206 |
| Equity as at September 30, 2014 | 30,738 | 24,975 | (8,165) | (60,261) | (12,713) |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (2,332) | (2,332) |
| Warrants and options issue | | 22 | | | 22 |
| Translation difference | | | (3,055) | | (3,055) |
| Total comprehensive income for the period | - | 22 | (3,055) | (2,332) | (5,365) |
| Including transactions with owners, recognised directly in equity | | 20 | | | 20 |
| Equity as at December 31, 2014 | 30,738 | 24,997 | (11,220) | (62,593) | (18,078) |
| Transactions with shareholders | | | | | |
| Reduction in share capital | (30,431) | 30,431 | | | - |
| Total Transactions with shareholders for the period | (30,431) | 30,431 | | | - |
| Comprehensive income | | | | | |
| Net profit/loss for the period | | | | (4,936) | (4,936) |
| Convertible part of bond | | 4,265 | | | 4,265 |
| Warrants and options issue | | 103 | | | 103 |
| Translation difference | | | (3,068) | | (3,068) |
| Total comprehensive income for the period | - | 4,368 | (3,068) | (4,936) | (3,636) |
| Including transactions with owners, recognised directly in equity | | 52 | | | 52 |
| Equity as at September 30, 2015 | 307 | 59,796 | (14,288) | (67,529) | (21,714) |

| CONSOLIDATED CASH FLOW STATEMENT | Q3 | Q3 | 9 months | 9 months | Q3 | Q3 | 9 months | 9 months |
|---|-----------------|----------------|-----------------|-----------------|----------------|--------------|----------------|----------------|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 |
| | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 |
| Operating activities | | | | | | | | |
| Receipts from customers | 102,739 | 110,310 | 184,946 | 199,080 | 12,117 | 15,884 | 21,835 | 29,328 |
| VAT and other reimbursement | 8,141 | 19,328 | 24,416 | 48,341 | 960 | 2,783 | 2,903 | 7,249 |
| Payments to suppliers | (53,792) | (84,470) | (123,463) | (178,513) | (6,344) | (12,163) | (14,647) | (26,769) |
| Payments to employees and social taxes | (22,266) | (26,585) | (55,717) | (71,238) | (2,626) | (3,828) | (6,616) | (10,682) |
| Income tax paid | - | - | (107) | (2) | - | - | (13) | (0) |
| Other taxes paid | (10,183) | (9,476) | (20,377) | (20,292) | (1,201) | (1,365) | (2,417) | (3,043) |
| Net cash flows from/(used in) operating activities | 24,639 | 9,107 | 9,698 | (22,624) | 2,906 | 1,311 | 1,046 | (3,918) |
| Investing activities | | | | | | | | |
| Purchase and construction of property plant and equipment | (268) | (513) | (737) | (17,480) | (32) | (74) | (88) | (2,621) |
| Exploration and research works | (242) | (428) | (242) | (3,167) | (29) | (62) | (29) | (475) |
| Investments in JV | - | (298) | - | (1,090) | - | (43) | - | (163) |
| Net cash flows used in investing activities | (510) | (1,239) | (979) | (21,737) | (60) | (178) | (116) | (3,259) |
| Financing activities | | | | | | | | |
| Proceeds from borrowings | 99,638 | 75,481 | 231,493 | 285,343 | 11,751 | 10,869 | 27,515 | 42,788 |
| Repayment of borrowings | (106,040) | (57,156) | (211,488) | (212,501) | (12,506) | (8,230) | (24,987) | (31,865) |
| Interest paid | (14,417) | (3,722) | (23,087) | (9,920) | (1,700) | (536) | (2,893) | (1,488) |
| Lease payments | (2,856) | (5,734) | (8,456) | (12,357) | (337) | (826) | (1,004) | (1,853) |
| Other finance expenses | (160) | - | (247) | - | (19) | - | (29) | - |
| Net cash from/(used in) financing activities | (23,835) | 8,868 | (11,786) | 50,565 | (2,811) | 1,277 | (1,399) | 7,582 |
| Net increase in cash and cash equivalents | 293 | 16,737 | (3,066) | 6,204 | 35 | 2,410 | (470) | 405 |
| Net foreign exchange difference | (197) | 67 | (247) | 1,554 | (24) | (202) | 35 | 499 |
| Cash and cash equivalents at 1 July/1 January | 1,301 | 1,730 | 4,711 | 10,776 | 157 | 353 | 603 | 1,656 |
| Cash and cash equivalents at 30 September | 1,397 | 18,534 | 1,397 | 18,534 | 168 | 2,561 | 168 | 2,561 |

| CONSOLIDATED KEY RATIOS | 9 months | 9 months | 12 months | 9 months | 9 months | 12 months |
|-------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 |
| | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 |
| Total assets | 695,481 | 702,947 | 695,257 | 86,328 | 98,378 | 91,709 |
| Total equity | (205,538) | (99,033) | (156,268) | (21,714) | (12,713) | (18,078) |
| Equity ratio (%) | -29.6% | -14.1% | -22.5% | -25.2% | -12.9% | -19.7% |
| Interest bearing debt | 829,680 | 681,047 | 745,322 | 98,985 | 94,090 | 95,057 |
| Employees at period end | 564 | 836 | 789 | 564 | 836 | 789 |
| EBITDA | 57,297 | (27,258) | (25,029) | 6,785 | (4,263) | (4,085) |
| Per share data | | | | | | |
| Earnings per share (SEK, USD) | (2.31) | (5.38) | (7.23) | (0.28) | (0.80) | (0.93) |
| Equity per share (SEK, USD) | (11.55) | (5.56) | (8.78) | (1.22) | (0.71) | (1.02) |
| Return on equity (%) | -22.8% | -209.1% | -172.9% | -24.8% | -246.5% | -196.0% |

Key ratio definitions

| | |
|-----------------------------|--|
| Total assets | Total assets at period end |
| Total equity | Total equity including non controlling interest at period end |
| Equity ratio (%) | Total equity divided by total assets expressed as a percentage |
| Interest bearing debt | Total interest bearing debt at the period end |
| EBITDA | Earnings Before Interest, Tax, Depreciation and Amortization |
| Earnings per share | Net result after tax for the period divided by the average number of outstanding shares for the period before dilution |
| Equity per share (SEK, USD) | Equity excluding non controlling interests at the period end divided by the number of outstanding shares at the period end |
| Return on equity (%) | Net result after tax for the period divided by the average total equity for the same period |

PARENT COMPANY INCOME STATEMENT

| | Q3 | | Q3 | | 9 months | | 9 months | | 12 months | |
|---------------------------------------|----------------|-----------------|-----------------|-----------------|-----------------|--------------|----------------|----------------|----------------|----------------|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 |
| | TSEK | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 |
| Income | | | | | | | | | | |
| Operating income | 0 | - | 90 | - | 44,317 | 0 | - | 11 | - | 6,462 |
| Total income | 0 | - | 90 | - | 44,317 | 0 | - | 11 | - | 6,462 |
| Operating costs | | | | | | | | | | |
| External expenses | (977) | (1,201) | (3,603) | (3,412) | (5,690) | (115) | (177) | (428) | (512) | (830) |
| Employee benefit expenses | (946) | (739) | (2,342) | (2,109) | (2,848) | (111) | (108) | (278) | (316) | (415) |
| Total operating costs | (1,923) | (1,940) | (5,945) | (5,522) | (8,538) | (226) | (285) | (706) | (828) | (1,245) |
| Operating profit/loss | (1,923) | (1,940) | (5,855) | (5,522) | 35,779 | (226) | (285) | (695) | (828) | 5,217 |
| Net financial items | (3,658) | (24,305) | (21,439) | (48,795) | (77,369) | (427) | (3,603) | (2,549) | (7,317) | (11,282) |
| Profit/loss before income tax | (5,581) | (26,245) | (27,294) | (54,317) | (41,590) | (653) | (3,888) | (3,244) | (8,145) | (6,065) |
| Income tax | - | - | - | - | - | - | - | - | - | - |
| Net profit/loss for the period | (5,581) | (26,245) | (27,294) | (54,317) | (41,590) | (653) | (3,888) | (3,244) | (8,145) | (6,065) |

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

| | Q3 | | Q3 | | 9 months | | 9 months | | 12 months | |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|----------------|----------------|----------------|-----------------|-----------------|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jan-Dec 2014 |
| | TSEK | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 |
| Net profit/loss for the period | (5,581) | (26,245) | (27,294) | (54,317) | (41,590) | (653) | (3,888) | (3,244) | (8,145) | (6,065) |
| Translation differences | (25,886) | (6,394) | (4,617) | (894) | (39,534) | (3,492) | (2,648) | (2,097) | (2,915) | (9,998) |
| Total comprehensive income for the period | (31,467) | (32,639) | (31,911) | (55,211) | (81,124) | (4,145) | (6,536) | (5,341) | (11,060) | (16,063) |

PARENT COMPANY STATEMENT OF FINANCIAL POSITION

| | September 30, | | | September 30, | | | December 31, | | |
|-------------------------------------|----------------|----------------|----------------|---------------|---------------|---------------|--------------|----------|----------|
| | 2015 | 2014* | 2014 | 2015 | 2014* | 2014 | 2015 | 2014* | 2014 |
| | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 |
| ASSETS | | | | | | | | | |
| FIXED ASSETS | | | | | | | | | |
| Financial fixed assets | 540,185 | 557,586 | 522,219 | 64,398 | 77,125 | 67,016 | | | |
| Total fixed assets | 540,185 | 557,586 | 522,219 | 64,398 | 77,125 | 67,016 | | | |
| CURRENT ASSETS | | | | | | | | | |
| Current receivables | 231 | 299 | 291 | 28 | 41 | 37 | | | |
| Cash and bank | 242 | 2,647 | 705 | 29 | 366 | 90 | | | |
| Total current assets | 473 | 2,946 | 996 | 56 | 407 | 127 | | | |
| TOTAL ASSETS | 540,658 | 560,532 | 523,215 | 64,455 | 77,532 | 67,143 | | | |
| EQUITY AND LIABILITIES | | | | | | | | | |
| Total equity | 151,663 | 173,304 | 147,552 | 18,081 | 24,035 | 19,054 | | | |
| Long term liabilities | 339,966 | 366,974 | 340,422 | 40,529 | 50,699 | 43,578 | | | |
| Current liabilities | 49,029 | 20,254 | 35,241 | 5,845 | 2,798 | 4,511 | | | |
| TOTAL EQUITY AND LIABILITIES | 540,658 | 560,532 | 523,215 | 64,455 | 77,532 | 67,143 | | | |
| PLEGDED ASSETS | 474,657 | 540,252 | 498,562 | 56,586 | 74,638 | 63,822 | | | |
| CONTINGENT LIABILITIES | | | | | | | | | |

*Certain amounts shown here do not correspond to the 9 months 2014 financial statement and reflect adjustments made as detailed in the paragraph "Restatement" above.

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

| (All amounts in TSEK) | Share capital | Statutory reserve | Share premium reserve | Translation difference reserve | Retained earnings | Net income for the period | Total equity |
|---|------------------|-------------------|-----------------------|--------------------------------|-------------------|---------------------------|-----------------|
| Equity as at December 31, 2013 Restated | 200,277 | 68,032 | 585,184 | (61,073) | (536,271) | (30,251) | 225,898 |
| Profit/loss brought forward | | | | | (30,251) | 30,251 | |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | (54,317) | (54,317) |
| Warrants and options issue | | | 2,617 | | | | 2,617 |
| Translation difference | | | | (894) | | | (894) |
| Total comprehensive income for the period | - | - | 2,617 | (894) | - | (54,317) | (52,594) |
| Including transactions with owners, recognised directly in equity | | | 1,349 | | | | 1,349 |
| Equity as at September 30, 2014 Restated* | 200,277 | 68,032 | 587,801 | (61,967) | (566,522) | (54,317) | 173,304 |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | 12,727 | 12,727 |
| Warrants and options issue | | | 161 | | | | 161 |
| Translation difference | | | | (38,640) | | | (38,640) |
| Total comprehensive income for the period | - | - | 161 | (38,640) | - | 12,727 | (25,752) |
| Including transactions with owners, recognised directly in equity | | | 140 | | | | 140 |
| Equity as at December 31, 2014 | 200,277 | 68,032 | 587,962 | (100,607) | (566,522) | (41,590) | 147,552 |
| Profit/loss brought forward | | | | | (41,590) | 41,590 | |
| Transactions with shareholders | | | | | | | |
| Reduction in share capital | (198,274) | 198,274 | | | | | - |
| Total Transactions with shareholders for the period | (198,274) | 198,274 | | | | | - |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | (27,294) | (27,294) |
| Convertible part of bond | | | 35,156 | | | | 35,156 |
| Warrants and options issue | | | 866 | | | | 866 |
| Translation difference | | | | (4,617) | | | (4,617) |
| Total comprehensive income for the period | - | - | 36,022 | (4,617) | - | (27,294) | 4,112 |
| Including transactions with owners, recognised directly in equity | | | 438 | | | | 438 |
| Equity as at September 30, 2015 | 2,003 | 266,306 | 623,984 | (105,224) | (608,112) | (27,294) | 151,663 |

*Certain amounts shown here do not correspond to the 9 months 2014 financial statement and reflect adjustments made as detailed in the paragraph "Restatement" above.

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

| (All amounts in US\$ 000) | Share capital | Statutory reserve | Share premium reserve | Translation difference reserve | Retained earnings | Net income for the period | Total equity |
|---|-----------------|-------------------|-----------------------|--------------------------------|-------------------|---------------------------|-----------------|
| Equity as at December 31, 2013 Restated | 30,738 | 10,441 | 89,800 | (9,334) | (82,306) | (4,644) | 34,695 |
| Profit/loss brought forward | | | | | (4,644) | 4,644 | |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | (8,145) | (8,145) |
| Warrants and options issue | | | 400 | | | | 400 |
| Translation difference | | | | (2,915) | | | (2,915) |
| Total comprehensive income for the period | - | - | 400 | (2,915) | - | (8,145) | (10,660) |
| Including transactions with owners, recognised directly in equity | | | 206 | | | | 206 |
| Equity as at September 30, 2014 Restated* | 30,738 | 10,441 | 90,200 | (12,249) | (86,950) | (8,145) | 24,035 |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | 2,080 | 2,080 |
| Warrants and options issue | | | 22 | | | | 22 |
| Translation difference | | | | (7,083) | | | (7,083) |
| Total comprehensive income for the period | - | - | 22 | (7,083) | - | 2,080 | (4,981) |
| Including transactions with owners, recognised directly in equity | | | 20 | | | | 20 |
| Equity as at December 31, 2014 | 30,738 | 10,441 | 90,222 | (19,332) | (86,950) | (6,065) | 19,054 |
| Profit/loss brought forward | | | | | (6,065) | 6,065 | |
| Transactions with shareholders | | | | | | | |
| Reduction in share capital | (30,431) | 30,431 | | | | | - |
| Total Transactions with shareholders for the period | (30,431) | 30,431 | | | | | - |
| Comprehensive income | | | | | | | |
| Net profit/loss for the period | | | | | | (3,244) | (3,244) |
| Convertible part of bond | | | 4,265 | | | | 4,265 |
| Warrants and options issue | | | 103 | | | | 103 |
| Translation difference | | | | (2,097) | | | (2,097) |
| Total comprehensive income for the period | - | - | 4,368 | (2,097) | - | (3,244) | (973) |
| Including transactions with owners, recognised directly in equity | | | 52 | | | | 52 |
| Equity as at September 30, 2015 | 307 | 40,872 | 94,590 | (21,429) | (93,015) | (3,244) | 18,081 |

*Certain amounts shown here do not correspond to the 9 months 2014 financial statement and reflect adjustments made as detailed in the paragraph "Restatement" above.

| PARENT COMPANY CASH FLOW STATEMENT | Q3 | Q3 | 9 months | 9 months | Q3 | Q3 | 9 months | 9 months |
|--|----------------|-----------------|----------------|-----------------|--------------|----------------|--------------|----------------|
| | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 | Jul-Sep 2015 | Jul-Sep 2014 | Jan-Sep 2015 | Jan-Sep 2014 |
| | TSEK | TSEK | TSEK | TSEK | US\$ 000 | US\$ 000 | US\$ 000 | US\$ 000 |
| Operating activities | | | | | | | | |
| Receipts from customers | - | - | - | 7 | - | - | - | 1 |
| VAT and other reimbursement | 229 | 247 | 540 | 711 | 27 | 36 | 64 | 107 |
| Payments to suppliers | (1,518) | (1,452) | (4,163) | (4,069) | (179) | (209) | (494) | (610) |
| Payments to employees and the Board members | (764) | (796) | (1,946) | (2,045) | (90) | (115) | (231) | (307) |
| Income tax paid | - | - | - | - | - | - | - | - |
| Other taxes paid | - | - | - | (130) | - | - | - | (19) |
| Net cash flows used in operating activities | (2,053) | (2,001) | (5,570) | (5,526) | (242) | (288) | (661) | (829) |
| Investing activities | | | | | | | | |
| Borrowings given | (2,106) | (15,488) | (8,323) | (15,488) | (248) | (2,230) | (986) | (2,323) |
| Investments in JV | - | (224) | - | (1,015) | - | (32) | - | (152) |
| Net cash flows used in investing activities | (2,106) | (15,712) | (8,323) | (16,504) | (248) | (2,262) | (986) | (2,475) |
| Financing activities | | | | | | | | |
| Proceeds from borrowings | 4,394 | 20,177 | 13,411 | 32,369 | 518 | 2,905 | 1,589 | 4,854 |
| Repayment of borrowings | - | - | - | (13,316) | - | - | - | (1,997) |
| Net cash from financing activities | 4,394 | 20,177 | 13,411 | 19,052 | 518 | 2,905 | 1,589 | 2,858 |
| Net increase in cash and cash equivalents | 235 | 2,464 | (481) | (2,977) | 28 | 355 | (58) | (445) |
| Net foreign exchange difference | (46) | (115) | 18 | (128) | (6) | (33) | (2) | (72) |
| Cash and cash equivalents at 1 July/1 January | 52 | 298 | 705 | 5,752 | 8 | 44 | 90 | 883 |
| Cash and cash equivalents at 30 September | 242 | 2,647 | 242 | 2,647 | 29 | 366 | 29 | 366 |

Next report due

Q4 2015 interim report will be published on 27 February 2016

Company information

Auriant Mining AB (AUR) is a Swedish junior mining company focused on gold exploration and production in Russia, primarily in Zabaikalye and the Republics of Khakassia and Tyva. The company has currently four assets, including two operating mines (Tardan and Solcocon) one early stage exploration asset and one development asset. The group's mineral licenses are estimated to contain official Russian State Reserves Committee (GKZ) reserves of 829 500, 000 troy ounces (1 oz = 31.1 g) in the C1 and C2 categories and 500,000 troy ounces in NI 43-101 standard. Since January 2015 the Company is also managing 5 gold assets at Chukotka, including working mine Valunisty.

Since July 19, 2010, Auriant Mining's shares are traded on First North Premier at the NASDAQ OMX Nordic Exchange under the short name AUR. For more information please visit www.auriant.com. Mangold Fondkommission is Certified Adviser to Auriant, for more information please call +46 8 503 015 50 or visit www.mangold.se.

The board of directors and the managing director confirm that the interim report provides an accurate overview of the company's and the group's operations, position, results and that it describes significant risks and uncertainties that the company and group companies are exposed to.

Stockholm, November 27, 2015

Auriant Mining AB (publ.)

Peter Daresbury
Chairman

Andre Bekker
Director

Preston Haskell
Director

Ingmar Haga
Director

James P. Smith
Director

Denis Alexandrov
CEO

Report of Review of Interim Financial Information

Introduction

We have reviewed the condensed interim financial information (interim report) of Auriant Mining AB (publ) as of 30 September 2015 and the nine-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Stockholm, 27 november 2015

Öhrlings PricewaterhouseCoopers

Martin Johansson

Authorized Public Accountant

Anna Rozhdestvenskaya

Authorized Public Accountant

For more information, please contact:

Denis Alexandrov, CEO

tel: +7 495 660 22 20

e-mail: denis.alexandrov@auriant.com

Website: www.auriant.se

Twitter @auriantmining

Cautionary Statement: Statements and assumptions made in this report with respect to Auriant Mining AB's ("Auriant") current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of Auriant Mining. Forward-looking statements include, but are not limited to, those using words such as "may", "might", "seeks", "expects", "anticipates", "estimates", "believes", "projects", "plans", "strategy", "forecast" and similar expressions. These statements reflect management's expectations and assumptions in light of currently available information. They are subject to a number of risks and uncertainties, including, but not limited to, (i) changes in the economic, regulatory and political environments in the countries where Auriant operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) Auriant's continued ability to secure enough financing to carry on its operations as a going concern; (iv) the success of its potential joint ventures and alliances, if any; (v) exchange rates, particularly between the Russian rouble and the U.S. dollar. In the light of the many risks and uncertainties surrounding any gold production and exploration company at an early stage of its development, the actual results could differ materially from those presented and forecast in this report. Auriant assumes no unconditional obligation to immediately update any such statements and/or forecasts.